Reports on His Homes Rile Nixon

San Clemente

The White House said yesterday President Nixon is appalled by what he regards as malicious reports that suggest wrongdoing was involved in the purchase of his oceanside estate here.

Press Secretary Ronald L. Ziegler said Mr. Nixon's reaction was one of disbelief when he read a report yesterday in the Los Angeles Times, which reported that special Watergate prosecutor for Archibald Cox has begun a preliminary inquiry into the purchase and improvement of presidential homes here and at Key Biscayne, Fla.

Jim Los Angeles Times reporter Haven, managing editor of the Times, insisted that the Times did not originate the story but merely reported information which Times reporters had gathered from persons familiar with the inquiry.

The reporter subsequently confirmed that Cox's office had sought information on the Nixon properties from White House and the General Services Administration, Haven said.

The Times reported investigators, according to the source, particularly wanted to know if any Republican campaign funds or money from unions or corporations helped to finance the purchase of the San Clemente villa.

Asked about the report, Ziegler first referred newsmen to a statement by Cox's office that no consideration had been given at this point to launching a formal investigation of Mr. Nixon's real estate activities.

"UNTRUE"

Ziegler said statements concerning the use of campaign funds or of any improper influence are malicious, unfounded and scurrilous in nature and are specifically

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corporate contribution funds were involved in the purchase of the San Clemente property and insisted that the White House has given a "accurate, precise and factual" account of the financial circumstances surrounding the San Clemente purchase.

[illegible] House has refused to name the development company which is reported to own the bulk of the San Clemente Park. Ziegler said. "We do not have the records, studies [illegible] will not provide more [illegible] on [illegible] activities.

Meanwhile, the Register reports in Wednesday's editions that Ziegler has been referred to Orange County, Calif., to the investments company.

TAXES

Ziegler also was asked about a report in the Register, Orange County Register of Santa Ana, which said Mr. Nixon's San Clemente home had been undervalued by at least $35,000 and perhaps as much as $50,000 because of a low assessment that the newspaper reported is being investigated by the State Board of Equalization, which monitors assessment practices.

The press secretary said the article left the suggestion that Mr. Nixon or someone at the White House had intervened to obtain a low assessment. He went on:

"We have absolutely nothing to do with tax assessments . . . the tax assessors should assess. That's their job."

The Register quoted Orange County assessor Jack Vallerga as saying the current value placed on Mr. Nixon's property is $1.37 million. Mr. Nixon paid $1.5 million for the property in 1969 and the General Services Administration reported on June 21 spending $703,367 for improvements, most of them attributed to security considerations.

GIFT

The Register also noted that since Mr. Nixon purchased the estate, a six-hole golf course has been installed as a gift to the President.

The Times said Mr. Nixon's property transactions had attracted the attention of Cox's staff because of White House reluctance to disclose all details and because the transaction was handled by attorney Herbert W. Kalmbach, who raised money for the Watergate defendants.

A reporter told Ziegler the White House has offered absolutely no documentation to establish the source of the money used to purchase the California estate. He insisted the documentation consisted of a recent White House statement outlining the transaction.

Referring to suggestions of wrongdoing, Ziegler added there is absolutely no documentation or shred of evidence contained by anyone who makes these charges.

The spokesman also defended the federally financed improvements.

Speaking of the house purchase and the improvements, Ziegler said, "We do not intend to issue any further statement on this subject."

Asked if Mr. Nixon felt there was some sort of campaign afoot to destroy him, Ziegler replied:

"I simply will let you draw your own evaluation as an observer of things that are happening in our society."

Associated Press